

State of California

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Legislative Change No.**04-3**Bill Number: SB 1172Author: AckermanChapter Number: 04-62Laws Affecting Franchise Tax Board: Revenue and Taxation Code Section 17951Date Filed with the Secretary of the State: June 24, 2004**SUBJECT:** Nonresident Taxation/Federal Preemption**Senate Bill 1172 (Ackerman), as enacted on June 24, 2004, made the following changes to California law:**Section 17951 of the Revenue and Taxation Code is amended.

This act amends the Revenue and Taxation Code to provide expressly that California is conformed to federal statutes that limit or preempt California's ability to tax the California source income of certain nonresidents, i.e., those employed in interstate commerce and members of the armed forces.

This act is effective and operative January 1, 2005.

This act will not require any reports by the department to the Legislature.

Bureau Director

Jana Howard for Brian Putler

Date

10/14/04